## UNITED STATES DISTRICT COURT DISTRICT OF MINNESOTA

UNITED NATIONAL INSURANCE COMPANY, a Pennsylvania Insurance Company,

Plaintiff.

VS.

GUNDERSON, INC, an Oregon Corporation; DAVIS-FROST, INC., a Minnesota Corporation,

Defendants.

Court Case No. 08-CV-678 MJD/JJK

PLAINTIFF'S
MEMORANDUM IN
RESPONSE TO
GUNDERSON'S MOTION
TO DISMISS DAVIS-FROST

## I. ARGUMENT

Gunderson has a brought a motion to dismiss Davis-Frost based on a Settlement Agreement which Gunderson claims is a *Miller-Shugart* agreement. There are three reasons why United National objects to the dismissal of Davis-Frost. First, paragraph 15 of the Settlement Agreement mandates summary judgment in favor of United National<sup>1</sup>. Second, United National has asserted a claim for partial reimbursement of attorney's fees from Davis-Frost in the amount of approximately \$20,000.00. (*See United National Second Amended Complaint, pp. 11-13; and Affidavit of Aaron M. Simon*). Third, Davis-Frost is obligated to pay \$5,000 per policy should United National be ordered to pay any indemnity on Davis-Frost's behalf. (*See Deductible Liability Insurance Endorsements of the United National Insurance Policies issued to Davis-Frost attached to Affidavit of Aaron M. Simon*).

<sup>&</sup>lt;sup>1</sup> See United National's Memorandum in support of its motion for Summary Judgment which United National intends to electronically file with the Court the week of January 25, 2010.

## **II. CONCLUSION**

United National objects to Gunderson's motion to Dismiss Davis-Frost because: 1) paragraph 15 of the Settlement Agreement mandates summary judgment in favor of United National; 2) United National has asserted a claim for partial reimbursement of attorney's fees from Davis-Frost in the amount of approximately \$20,000.00; and 3) Davis-Frost is obligated to pay \$5,000 per policy should United National be ordered to pay any indemnity on Davis-Frost's behalf.

## TOMSCHE, SONNESYN & TOMSCHE, P.A.

Dated: 1-25-10	/s/ Aaron M. Simon
	Rolf E. Sonnesyn (#0131027)
	Aaron M. Simon (#0331132)
	610 Ottawa Avenue North
	Minneapolis, MN 55422
	T 1 1 (T (2) T 21 1 1 1 2 2

Telephone: (763) 521-4499

Attorneys for Plaintiff United National

**Insurance Company**